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June 12, 2007

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When calling relative to this
matter, refer to file No. 1518.

Honorable James H. Welsh
Commissioner of Conservation
Office of Conservation
P. O. Box 94275
Baton Rouge, Louisiana 70804-9275

Re: Lower Cotton Valley Formation,
Reservoir A
Terryville Field
Lincoln Parish, Louisiana

APPLICATION FOR PUBLIC HEARING

Dear Sir:

KCS Resources, Inc. hereby makes application pursuant to the revised rules of procedure for a public hearing to consider evidence relating to the following matters pertaining to the Lower Cotton Valley Formation, Reservoir A, in the Terryville Field, Lincoln Parish, Louisiana:

1. To authorize KCS Resources, Inc. to drill, complete and utilize three additional alternate unit wells for LCV RA SUI at the locations shown on the attached plat;
2. To authorize KCS Resources, Inc. to drill, complete and utilize one additional alternate unit well for LCV RA SUTT at the location shown on the attached plat;
3. To authorize KCS Resources, Inc. to drill, complete and utilize one additional alternate unit well for LCV RA SUK at the location shown on the attached plat;
4. To authorize KCS Resources, Inc. to drill, complete and utilize one additional alternate unit well for LCV RA SUM at the location shown on the attached plat;
5. To approve exceptions to the well location provisions of applicable Office of Conservation orders for the Lower Cotton Valley Formation, Reservoir A, to the extent necessary for the proposed alternate unit wells as shown on the attached plats;
6. To determine that there is a need for additional alternate unit wells as indicated to efficiently and effectively recover hydrocarbons underlying the units on which they are to be located;

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7. To authorize the unit allowable for these units to be recovered from the existing wells located on the units, the proposed wells, or any combination thereof, at the discretion of the operator; and
8. To consider and cover such other matters as the Commissioner of Conservation may deem appropriate and necessary under the circumstances.

The Lower Cotton Valley Formation, Reservoir A, in the Terryville Field, Lincoln Parish, Louisiana, was defined in Office of Conservation Order No. 370-B-6, effective on and after February 18, 1982; and has been redefined as to certain units by Office of Conservation Order No. 370-B-64, effective January 10, 2006.

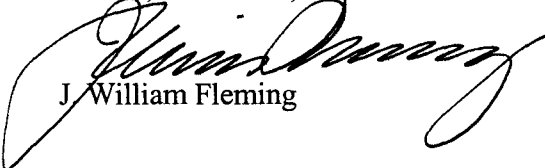
The subject matter of this application does not require the issuance of a Pre-Application Notice.

Any pertinent data relating to this matter can be obtained at the cost of the requesting party, from Mr. Tom Lindley, 416 Travis Street, Suite 804, Shreveport, Louisiana 71101, at telephone number (318) 425-4789.

The list of parties attached to the copies of this application being sent to the Office of Conservation includes the names of all Interested Owners, Represented Parties and Interested Parties known to Applicant after a diligent search. A copy of this application, with plat attached, is being sent to each such party. Pursuant to Office of Conservation regulations, the list of parties is being furnished only to the Commissioner of Conservation and to the District Manager of the Shreveport District of the Office of Conservation; however, the list of parties will be provided to any person requesting a copy of it. Enclosed with the copy of this application being sent to the Commissioner of Conservation is a check for the application fee.

Yours very truly,

COOK, YANCEY, KING & GALLOWAY



J. William Fleming

jwf:s

Enclosures

cc: James C. Broussard, District Manager
Interested Owners, Represented
Parties and Interested Parties
Mr. Tom Lindley
Mr. Craig Barclay

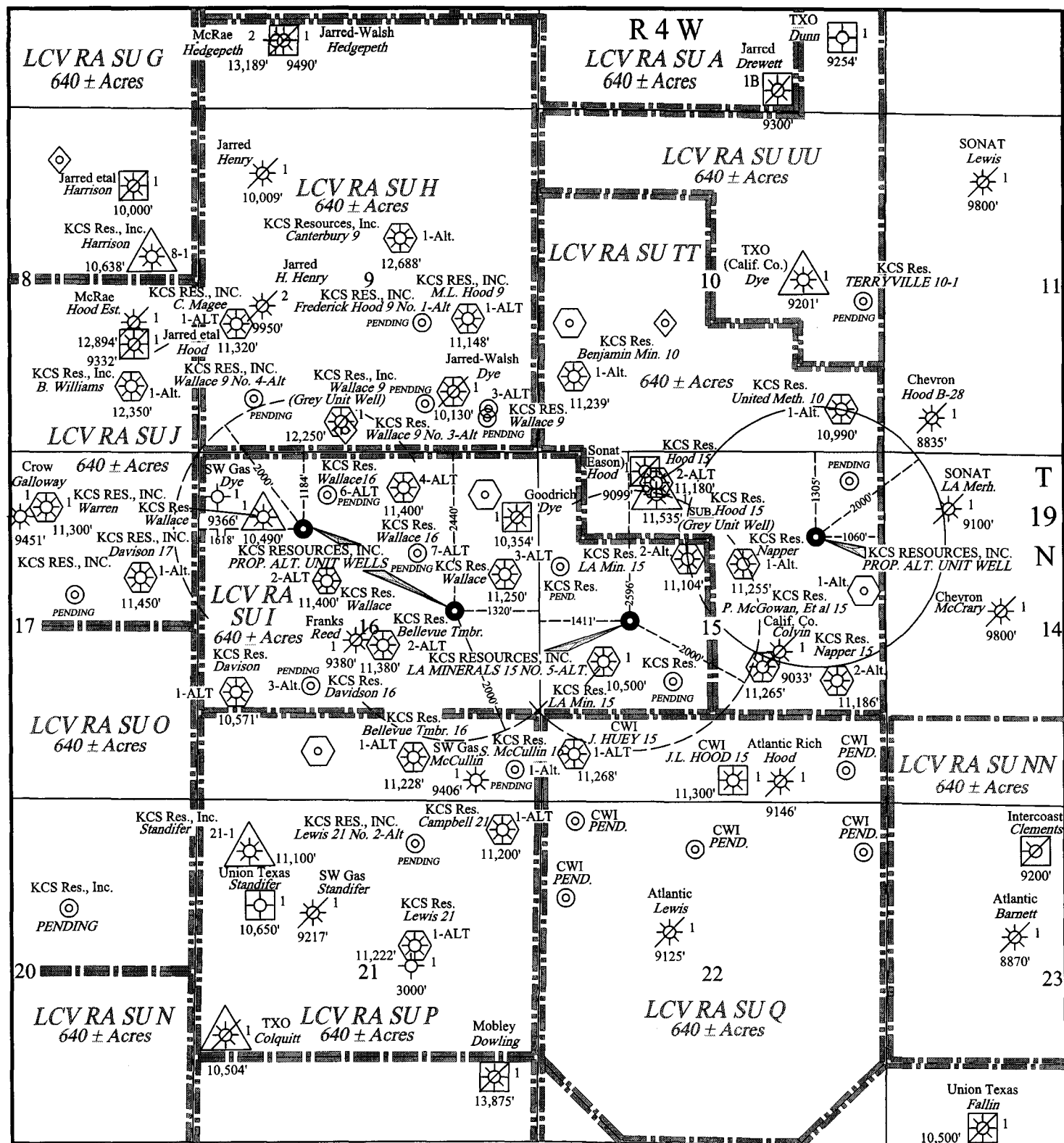


EXHIBIT No. 1

DOCKET NO. 07-

KCS RESOURCES, INC.
Tulsa, Oklahoma

TERRYVILLE FIELD
Lincoln Parish, Louisiana

PROPOSED ALTERNATE UNIT WELLS FOR LOWER COTTON VALLEY RESERVOIR A SAND UNITS I AND TT



:EXISTING LOWER CV
RESERVOIR A SAND UNITS



:PROPOSED LCV RA
ALTERNATE UNIT WELLS



:LOWER CV RESERVOIR A
UNIT WELLS



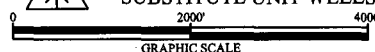
:LOWER CV RESERVOIR A
SUBSTITUTE UNIT WELLS



:LOWER CV RESERVOIR A
ALTERNATE UNIT WELLS



:PENDING



R 5 W

R 4 W

LCV RA SU L
640 ± AcresLCV RA SU K
640 ± Acres

LCV RA SU J

KCS RES.
Duffey 17KCS RES.
Warren
11,300'KCS RES.
Davison 171-Alt
11,450'KCS RES.
(Vintage)
Newlen1-Alt
10,400'KCS RES.
(Vintage)
Union Texas
Belcher 13

10,794'

KCS RESOURCES, INC.
PROP. ALT. UNIT WELL

18

370' FWL

KCS RESOURCES, INC.
D.N. MOON 19 NO. 1-ALT.

1599'

777' FWL

KCS RES.
(Vintage)
Tatum

10,003'

Feazel
Dowling

19 9711'

LCV RA SU M
640 ± AcresKCS RES.
(Vintage)
DyeKCS RES.
(Vintage)
Union Texas
Singleton

9990'

KCS RES.
(Vintage)
(St. Mary)
Cook

9925'

KCS RES.
(Vintage)
D.L. Sanford 191-ALT
PendingKCS RES.
(Union Texas)
Dowling

12,600'

1 SUB.

KCS RES.
(Vintage)
Wallace

10,550'

KCS RES.
PendingSW Gas
Dunn

9230'

KCS RES.
(Vintage)
(St. Mary)
Dupree1-ALT
10,300'KCS RES.
(Vintage)
A. Dunn Est. 20

Pending

KCS RES.
(Vintage)
Union Texas
Dowling

12,810'

KCS RES.
(Vintage)
SW Gas
Dowling1 (Inj.)
9503'

Williams

KCS RES.
(Vintage)
Dowling

13,550'

KCS RES.
(Vintage)
Union Texas
Dowling

13,601'

KCS RES.
(Vintage)
Union Texas
Winkler

12,659'

KCS RES.
(Vintage)
Union Texas
Dowling

10,900'

LCV RA SU EE
640 ± AcresKCS Resources, Inc.
Holloman 24
10,700'KCS Resources
(Union Texas)
Hood1 S.I.
10,850'J. Franks
S.T. Woodard
24
10,016'LCV RA SU T
640 ± AcresGoldsberry
(McRae)
Lindsey
owwo
(10,428')
10,400'McRae
Collins
1
11,200'

25

LCV RA SU U
640 ± AcresMcRae
Johnson
1
14,492'LCV RA SU CC
640 ± AcresSouthwest
Dowling2
9755'KCS RESOURCES, INC.
PROP. ALT. UNIT WELLKCS RES.
(Vintage)
Union Texas
Dowling2
1000'

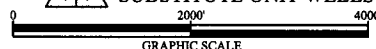
13,601'

1150'

LCV RA SU DD
640 ± Acres

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Lincoln Parish, LouisianaPROPOSED ALTERNATE UNIT WELLS
FOR LOWER COTTON VALLEY RESERVOIR A SAND UNITS K, M & CCEXISTING LOWER CV
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FOR LOWER CV RA SAND UNITSLOWER CV RESERVOIR A
UNIT WELLSLOWER CV RESERVOIR A
SUBSTITUTE UNIT WELLSLOWER CV RESERVOIR A
ALTERNATE UNIT WELLSAPPROVED SUBSTITUTE AND
ALTERNATE UNIT WELLS

GRAPHIC SCALE